**World Cultures – Intro Unit
Supply and Demand Assignment**

1. The amount of something for sale is called: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. The amount of desire to buy something is called: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
3. Low supply and high demand = a \_\_\_\_\_\_\_\_\_\_\_\_ price
4. Low supply and low demand = a \_\_\_\_\_\_\_\_\_\_\_\_ price
5. High supply and low demand = a \_\_\_\_\_\_\_\_\_\_\_\_ price
6. High supply and High demand = a \_\_\_\_\_\_\_\_\_\_\_\_ price

**Supply and Demand Hypothetical Questions:** Explain the answers in terms of supply and demand.

1. If Apple came out with a new I-phone, what would happen to the cost of the old one?
2. Why do summer clothes go on sale in the fall, even though they have not been worn or altered in any way?
3. In which of the following situations would you be able to charge the most money for a single product?
	1. When supply is high and demand is high
	2. When supply is low and demand is high
	3. When supply is high and demand is low
	4. When supply is low and demand is low
4. If the oil producing countries of the world started pumping more oil to sell to the international community, what would happen to the price of oil?
5. If the oil producing countries of the world stopped selling oil to a country because they got mad at them, or they got into a war that disrupted the production of oil, what would happen to the price of oil?
6. If farmers started selling their corn to make ethanol, what would happen to the price of corn-based products in the grocery stores?
7. If diamond producing companies in Europe mined 2 tons of diamonds a year but only put 1 ton up for sale each year, what would happen to the price of diamonds?
8. If we could find an alternative source of fuel for our cars, what would happen to the price of oil?
9. Due to the high populations in China and India, there is a huge supply of available workers; what does that do to wages in those countries?
10. There is a significant amount of news on Hollywood stars these days instead of years past when it just used to be the news with a boring old news anchor. Explain this change in terms of supply and demand.
11. Why is the cost so high for commercial time during the Super Bowl?
12. If there was a housing boom and home builders built homes until there were more homes than people who wanted to buy them, what would happen to the price of homes altogether?
13. If you lived in a country that developed a new energy source, and you were the only ones that know how to make it, what would happen to the price of that new energy source?
14. If China floods the international markets with cheaply made and consequently low cost products, how could businesses around the world who sell those same products be impacted?